
Budget Brief – Division of Community & Housing Development

NUMBER 7-06

SUMMARY

The Division of Housing and Community Development provides planning and infrastructure assistance to local governments. The Division also assists in funding affordable housing and addressing homelessness throughout the state.

The State Community Services Office provides services to communities which help people to become more self sufficient. The programs administered by the Office include the Community Services Block Grant, the Community Food and Nutrition Program, the Emergency Shelter Grant, Critical Needs Housing, the Pamela Atkinson Trust Fund, and the Emergency Food Network.

Housing resources provided by the Division include the Olene Walker Housing Trust Fund, the Special Needs Housing Program, and Housing Opportunities for People with Aids. The Community Development Block grant is administered by the Division and provides HUD funding to small cities and counties for infrastructure development. The Division also administers the HEAT and Weatherization programs which offers utility assistance or non-cash grants for home energy improvements.

Mineral Lease programs which are administered by Housing and Community Development include the Permanent Community Impact Fund, the Navajo Revitalization Fund, the Uintah Basin Revitalization Fund and the Rural Development Fund. These programs are used to develop infrastructure in mineral lease impacted areas.

The Division also administers the Ethnic Office. This office works closely with state agencies regarding their responsiveness to ethnic communities.

Other programs currently found in the budget include Museum Services and the Commission on Volunteers.

ISSUES AND RECOMMENDATIONS

The Analyst recommends adopting a base budget for Housing and Community Development of \$42,837,100.

Museum Services Changes -DCC is recommending legislation that will shift oversight of the Office of Museum services to the Division of State History.

Commission on Volunteers Supplemental – The Analyst recommends that the Commission on Volunteers be authorized to spend \$153,000 in dedicated credits for FY 2006.

Homeless Funding – The Analyst recommends that the Committee consider prioritizing funding for homeless services.

Low Income Housing – The Analyst recommends that the committee consider prioritizing funding for the Olene Walker Housing Loan fund.

Utah Telephone Assistance Program – The Analyst recommends that Housing and Community Development be authorized to utilize \$211,800 in dedicated credit revenues for FY 2006 to fund the Utah Telephone Assistance Program.

ACCOUNTABILITY DETAIL

Housing and Community Development measures the success of the Community Development Block Grant by tracking the dollars granted, the people served and the jobs created by the projects approved. Funding is utilized to develop infrastructure which benefits citizens of Utah and low to moderate income individuals.

The Home Energy Assistance Program provides basic utility assistance to low income families. This in turn should enhance quality of life for low income households. Program success is measured through the number of persons served.

Figure 1: Community and Culture - Housing and Community Development - Budget History

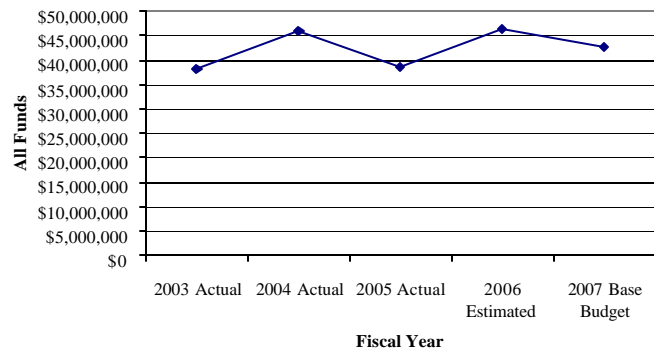
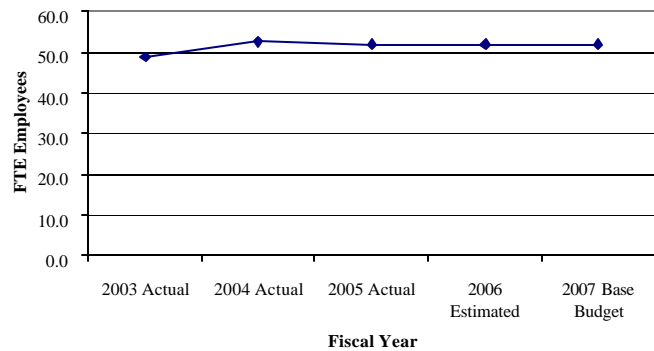
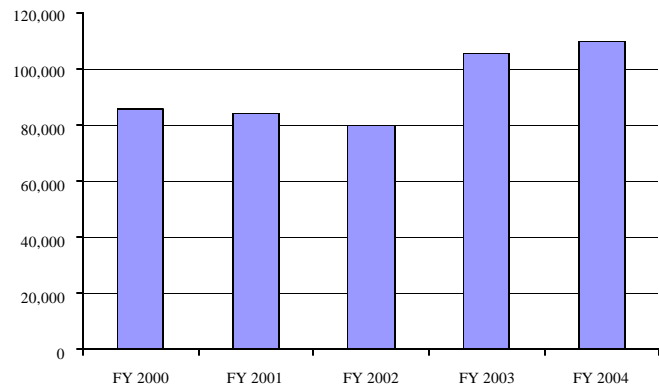


Figure 2: Community and Culture - Housing and Community Development - FTE History



People Served



BUDGET DETAIL

Funding for Housing and Community Development is used for a variety of purposes including housing and homeless services, infrastructure development assistance, ethnic affairs assistance, community services, and volunteer services. Most of the funding for the Division comes from federal funds.

BUDGET DETAIL TABLE

Community and Culture - Housing and Community Development						
Sources of Finance	FY 2005 Actual	FY 2006 Appropriated	Changes	FY 2006 Revised	Changes	FY 2007* Base Budget
General Fund	3,909,700	3,700,600	0	3,700,600	0	3,700,600
General Fund, One-time	0	2,540,000	0	2,540,000	(2,540,000)	0
Federal Funds	32,512,900	45,614,800	(8,646,300)	36,968,500	(628,800)	36,339,700
Dedicated Credits Revenue	498,700	1,425,000	(72,900)	1,352,100	102,600	1,454,700
GFR - Homeless Trust	650,000	850,000	0	850,000	(500,000)	350,000
Permanent Community Impact	886,300	844,100	0	844,100	0	844,100
Transfers	72,400	0	72,900	72,900	75,100	148,000
Beginning Nonlapsing	91,600	0	26,400	26,400	(26,400)	0
Closing Nonlapsing	(26,400)	0	0	0	0	0
Lapsing Balance	(106,200)	0	0	0	0	0
Total	\$38,489,000	\$54,974,500	(\$8,619,900)	\$46,354,600	(\$3,517,500)	\$42,837,100
Programs						
Community Development Administration	491,100	537,400	0	537,400	(6,900)	530,500
Ethnic Office	762,900	1,040,700	0	1,040,700	(89,100)	951,600
Museum Services	376,200	2,710,800	23,200	2,734,000	(2,433,200)	300,800
Community Assistance	8,426,800	9,228,800	1,353,700	10,582,500	(1,349,200)	9,233,300
Housing Development	1,172,200	11,274,800	(10,000,000)	1,274,800	(202,900)	1,071,900
Special Housing	202,800	345,000	0	345,000	(115,000)	230,000
Homeless Committee	2,984,800	3,337,200	0	3,337,200	(451,400)	2,885,800
HEAT	12,387,400	14,043,200	0	14,043,200	1,380,500	15,423,700
Weatherization Assistance	5,932,100	6,328,400	0	6,328,400	0	6,328,400
Community Services	3,574,000	3,780,000	0	3,780,000	(199,400)	3,580,600
Commission on Volunteers	1,964,400	2,035,300	0	2,035,300	82,300	2,117,600
Emergency Food Network	214,300	312,900	3,200	316,100	(133,200)	182,900
Total	\$38,489,000	\$54,974,500	(\$8,619,900)	\$46,354,600	(\$3,517,500)	\$42,837,100
Categories of Expenditure						
Personal Services	3,254,400	3,575,500	81,200	3,656,700	86,700	3,743,400
In-State Travel	69,100	125,800	(39,200)	86,600	3,800	90,400
Out of State Travel	51,600	117,100	(33,500)	83,600	(5,600)	78,000
Current Expense	688,100	1,128,900	(238,700)	890,200	107,200	997,400
DP Current Expense	83,500	250,800	(123,200)	127,600	11,900	139,500
DP Capital Outlay	0	10,000	(10,000)	0	0	0
Other Charges/Pass Thru	34,342,300	49,766,400	(8,256,500)	41,509,900	(3,721,500)	37,788,400
Total	\$38,489,000	\$54,974,500	(\$8,619,900)	\$46,354,600	(\$3,517,500)	\$42,837,100
Other Data						
Budgeted FTE	52.0	58.1	(6.1)	52.0	0.0	52.0

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

LEGISLATIVE ACTION

This section is a summary of which actions might be taken if the Legislature wishes to adopt the recommendations of this brief.

1. Adopt a base budget appropriation of \$42,837,100 for Housing and Community Development
2. Adopt supplemental funding of \$364,800 in dedicated credit revenues.
3. Prioritize funding for Homeless Services.
4. Prioritize funding for Low Income Housing.